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MARCH 30, 2007

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By Hand

Securities and Exchange Commission
SEC Headquarters
100 F Street, NE
Washington, DC 20549
USA

CHINA SHIPPING 12g3-2(b)
File No. 82-34857

Mail stop 0405-Attention to Office of International Corporate Finance (202)551-3450

Ladies and Gentlemen,

Re: China Shipping Container Lines Company Limited (the "Company") -
Information Furnished Pursuant to Rule 12g3-2(b) Under the Securities
Exchange Act of 1934 (File Ref: 82-34857)

This letter and the enclosed materials are furnished to the Commission pursuant to the referenced exemption from the registration requirements of Section 12(g) of the Securities Exchange Act of 1934, as amended (the "Exchange Act"), available to foreign private issuers pursuant to Rule 12g3-2(b) thereunder.

The purpose of this letter is to furnish to the Commission the documents relating to the Company which were made public since our last submission dated March 27, 2007, copies of which are enclosed with this letter (A list of index provided in Annex 1).

If you have any questions with regard to this letter, please contact the undersigned in the Hong Kong office of Baker & McKenzie by telephone at 011-852-2846-2312, 011-852-2846-2475 or by facsimile at 011-852-2845-0476.

On behalf of the Company, thank you for your attention to this matter.

Very truly yours,

P.P. Joyce Yip

Joyce Yip/ Ingrid Ling

Encl.

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Joyce Yip
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ANDREW J.L. AGLIONBY
BRIAN BARRON
EDMOND CHAN
ELSA S.C. CHAN
RICO W.K. CHAN
BARRY W.M. CHENG
MILTON CHENG
DEBBIE F. CHEUNG
PEGGY P.Y. CHEUNG
CHEUNG YUK TONG
STEPHEN R. ENO*
DAVID FLEMING
GEORGE FORRAI*
DOROTHEA KOO

WILLIAM KUO
HARVEY LAU
ANGELA W.Y. LEE**
LAWRENCE LEE
NANCY LEIGH
ANITA P.F. LEUNG
CHEUK YAN LEUNG
LI CHIANG LING
JACKIE LO
ANDREW W. LOCKHART
LOO SHIH YANN
JASON NG
MICHAEL A. OLESNICK
ANTHONY K.S. POON*

GARY SEIB
JACQUELINE SHEK
STEVEN SIEKER
CHRISTOPHER SMITH
DAVID SMITH
ANDREW TAN
TAN LOKE KHOON
PAUL TAN
POH LEE TAN
CYNTHIA TANG**
KAREN TO
TRACY WUT
RICKY YIU

REGISTERED FOREIGN
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(CALIFORNIA)
HOWARD WU
(CALIFORNIA)
SIMONE W. YEW
(CALIFORNIA)
WINSTON K.T. ZEE
(WASHINGTON, DC)

* Notary Public
** China-Appointed Attesting Officer

Annex 1

**A List of Documents Made Public
in connection with the Listing since our last submission on March 27, 2007:**

1. Announcement of Annual Results for the Year Ended 31 December 2006 by China Shipping Development Company Limited, released on March 30, 2007.
2. Announcement of Resolutions Passed at the Second Meeting of the 2007 Supervisory Committee by China Shipping Development Company Limited, released on March 30, 2007.
3. Announcement of Resolutions Passed at the Sixth Board Meeting of 2007 by China Shipping Development Company Limited, released on March 30, 2007.
4. Announcement of Connected and Major Transaction – Construction of New Vessels by China Shipping Development Company Limited, released on March 30, 2007.

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Friday, March 30, 2007 The Standard

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PRICE OF INTERNATIONAL CORPORATE FINANCE

CHINA SHIPPING DEVELOPMENT COMPANY LIMITED

中海發展股份有限公司

(a joint stock limited company incorporated in The People's Republic of China with limited liability)

(Stock Code: 1138)

ANNUAL RESULTS FOR THE YEAR ENDED 31 DECEMBER 2006

The board (the "Board") of directors (the "Directors") of China Shipping Development Company Limited (the "Company") is pleased to announce the annual results of the Company and its subsidiaries (the "Group") for the year ended 31 December 2006 (the "Reporting Period"), together with the comparative figures for the year ended 31 December 2005. The Group's annual results have been audited by the Company's international auditor, Ernst & Young (certified public accountants in Hong Kong).

PRINCIPAL FINANCIAL DATA AND STATISTICS HIGHLIGHTS

The annual results of the Group for the Reporting Period have been audited by Ernst & Young, compared with those for the year ended 31 December 2005, and are as follows:

CONSOLIDATED INCOME STATEMENT

Items	Notes	For the year ended 31 December	
		2006 Rmb'000	2005 Rmb'000
Revenue	2	9,574,912	8,515,191
Operating costs		(6,193,679)	(5,152,273)
Gross profit		3,381,233	3,359,918
Other income and gains	2	386,814	266,186
Administrative expenses		(223,514)	(253,293)
Other expenses		(113,749)	(90,699)
Finance costs	4	(128,721)	(135,593)
PROFIT BEFORE TAX		3,301,863	3,146,317
Tax	5	(543,015)	(452,639)
PROFIT FOR THE YEAR		2,758,848	2,693,678
Attributable to:			
Equity holders of the parent	6	2,755,850	2,691,200
Minority interests		2,998	2,478
		2,758,848	2,693,678
DIVIDENDS			
Proposed final	7	997,800	997,800
EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT	8	82.86 cents	80.81 cents

CONSOLIDATED BALANCE SHEET

Items	Notes	As at 31 December	
		2006 Rmb'000	2005 Rmb'000
NON-CURRENT ASSETS			
Property, plant and equipment		15,079,271	11,468,121
Available-for-sale equity investment		4,578	4,000
Deferred staff expenditure		45,333	58,117
Deferred tax assets		20,090	20,795
Total non-current assets		15,149,272	11,551,033
CURRENT ASSETS			
Bunker oil inventories		202,432	266,701
Trade and bills receivables		428,159	227,913
Prepayments, deposits and other receivables		619,857	163,783
Equity investments at fair value through profit or loss		159,000	—
Derivative financial instruments		1,044	—
Cash and cash equivalents		663,778	1,177,927
Total current assets		2,074,200	1,836,324
CURRENT LIABILITIES			
Trade payables		227,299	216,888
Tax payable		56,001	41,417
Other payables and accruals		868,623	519,315
Current portion of interest-bearing bank and other borrowings, and finance lease payables		1,506,573	293,641
Total current liabilities		2,658,498	1,071,261
NET CURRENT ASSETS / (LIABILITIES)		(584,238)	765,063
TOTAL ASSETS LESS CURRENT LIABILITIES		14,565,064	12,316,096
NON-CURRENT LIABILITIES			
Deferred tax liabilities		80,082	—
Interest-bearing bank and other borrowings, and finance lease payables		1,880,058	1,440,406
Total non-current liabilities		1,960,140	1,440,406
NET ASSETS		12,596,924	10,875,690
EQUITY			
Equity attributable to equity holders of the parent			
Issued capital		3,328,000	3,328,000
Reserves		8,273,124	6,524,921
Proposed final dividend	9	997,800	997,800
		12,596,924	10,848,721
Minority interests		—	24,969
Total equity		12,596,924	10,873,690

Differences in financial statements prepared under HK GAAP and PRC GAAP
The Group has prepared a separate set of financial statements for the year ended 31 December 2006 in accordance with accounting principles generally accepted in the PRC ("PRC GAAP"). The major differences between the financial statements prepared under PRC GAAP and those under accounting principles generally accepted in Hong Kong ("HK GAAP") are as follows:

	2006 Rmb'000	2005 Rmb'000
Profit attributable to equity holders of the parent under HK GAAP	2,755,850	2,691,200
Adjustments for depreciation, gain on disposal of vessels and deferred staff expenditure, etc.	4,943	23,022
Profit attributable to equity holders of the parent under PRC GAAP	2,760,793	2,714,222
Equity attributable to equity holders of the parent under HK GAAP	12,596,924	10,848,721
Adjustments for revaluation surplus, depreciation, gain on disposal of vessels and deferred staff expenditure, etc.	(131,028)	(137,497)
Equity attributable to equity holders of the parent under PRC GAAP	12,465,896	10,711,224

1.1 BASIS OF PREPARATION

These financial statements have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRS") (which also include Hong Kong Accounting Standards ("HKAS") and Interpretations) issued by the Hong Kong Institute of Certified Public Accountants and accounting principles generally accepted in Hong Kong and the disclosure requirements of the Hong Kong Companies Ordinance. They have been prepared under the historical cost convention, except for the measurement of certain items of property, plant and equipment, derivative financial instruments and equity investments, which have been measured at fair value. These financial statements are presented in Renminbi ("Rmb") and all values are rounded to the nearest thousand except where otherwise indicated.

1.2 BASIS OF CONSOLIDATION

The consolidated financial statements include the financial statements of the Company and its subsidiaries for the year ended 31 December 2006. The results of subsidiaries are consolidated from the date of acquisition, being the date on which the Group obtains control, and continue to be consolidated until the date that such control ceases. All significant intercompany transactions and balances within the Group are eliminated on consolidation.

Minority interests represent the interests of variable shareholders not held by the Group in the results and net assets of the Company's subsidiaries.

1.3 REVENUE, OTHER INCOME AND GAINS

Revenue represents gross revenue arising from shipping operations, net of bunker taxes. Port dues, various tax rates and royalties in the PRC revenue derived from non-freight services attributable to cargo departing from ports in the PRC and from vessel chartering services are included in other income and gains. Revenue from other services is included in other income and gains for the Reporting Period concerned to Rmb14,314,000 (2005: Rmb184,100,000).

An analysis of revenue, other income and gains is as follows:

	2006 Rmb'000	2005 Rmb'000
Revenue	5,268,260	4,604,473
Other income	3,614,539	2,993,241
Cost of sales	(806,115)	(218,477)
Other dry bulk shipments	9,574,912	8,515,191
Other income		
Interest income	34,893	24,528
Rental income from berthing chartering	71,120	17,881
Service income from vessel management	14,818	13,302
Fair value gains on sale	47,782	37,609
Others	4,721	—
	163,534	133,817
Costs		
Cost on disposal of items of property, plant and equipment, net of exchange losses, net	(178,259)	(187,529)
Fair value gains on equity investments at fair value through profit or loss	(43,517)	(7,409)
Others	11,778	3,229
	(210,000)	(191,710)
Other income and gains	358,914	266,186

1.4 PROFIT BEFORE TAX

The Group's profit before tax is arrived in other chargeable/creditable:

	2006 Rmb'000	2005 Rmb'000
Cost of shipping services rendered:		
Bunker oil inventories consumed and port fees	3,174,500	2,423,721
Others	3,019,879	2,731,522
Depreciation	(1,000,165)	922,849
Operating lease rentals:		
Land and buildings	22,392	23,353
Vessels	(80,391)	(218,380)
Others	(62,913)	(61,842)
Others' remuneration	3,278	3,174
Staff costs (including directors' remuneration):		
Wages, salaries and bonus of sea crew	623,868	668,911
Pension scheme contributions	(5,112)	(60,644)
	618,756	608,267
Provision for bad and doubtful debts	247	1,073
Write-off of inventory in progress	2,875	8,343
Amortisation of deferred staff expenditure	(12,784)	(12,784)
Loss on liquidation of a subsidiary	(112,254)	—
Dry-docking and repairs	(415,828)	(478,232)

1.5 FINANCE COSTS

	2006 Rmb'000	2005 Rmb'000
Interest on bank loans and other borrowings	123,932	118,363
Interest on finance leases	4,789	3,422
Total	128,721	121,785
Less: Interest capitalized	(46,992)	(46,992)
	81,729	74,793

1.6 TAX

Pursuant to the directive 1998 (230) jointly issued by the Shanghai State Tax Bureau and the Shanghai Bureau of Finance on 8 October 1998, the Company is entitled to a preferential income tax rate of 15% effective from January 1998. Accordingly, PRC income tax of the Company has been provided at the rate of 15% (2005: 15%) on the estimated assessable profits for the year.

No Hong Kong profits tax has been provided as no assessable profits were earned in or derived from Hong Kong during the year (2005: Nil). There are no profits assessable elsewhere, if applicable, have been submitted in the form of tax returns in the countries to which the Group operates, based on existing legislation, interpretations and practices in respect thereof.

	2006 Rmb'000	2005 Rmb'000
Group:		
Current - Hong Kong	—	—
Current - PRC	—	—
Charge for the year	664,199	455,170
Overprovision in prior years	(11,764)	(12,794)
Deferred	66,272	65
Total tax charge for the year	543,015	452,639

A reconciliation of the tax expense applicable to profit before tax using the statutory rate for the country in which the Company, its subsidiaries and jointly-controlled entities are domiciled to the tax expense as reflected in the income statement is as follows:

	2006 Rmb'000	%	2005 Rmb'000	%
Profit before tax	3,301,863		3,146,517	
Tax at the statutory rate	492,270	15.0	471,978	15.0
Higher tax rate for specific provisions	43,130	1.3	—	—
Adjustments in respect of current tax of previous periods	(1,786)	(0.1)	(2,796)	(0.1)
Expenses not deductible for tax	15,489	0.4	4,967	0.2
Income tax charge on tax	(15,167)	(0.1)	(21,210)	(0.3)
Tax charge at the Group's effective rate	543,015	16.3	452,639	14.4

1.7 PROFIT ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT

The consolidated profit attributable to equity holders of the parent for the year ended 31 December 2006 includes a profit of Rmb2,801,712,000 (2005: Rmb2,177,262,000) which has been dealt with in the financial statements of the Company.

1.8 DIVIDENDS

	2006 Rmb'000	2005 Rmb'000
Proposed final - Rmb0.80 (2005: Rmb0.70) per ordinary share	997,800	997,800

The proposed final dividend for the year is subject to the approval of the Company's shareholders at the forthcoming annual general meeting.

1.9 EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT

The calculation of basic earnings per share amounts is based on the profit for the year (2006: Rmb2,758,848,000 and 2005: Rmb2,693,678,000) and the weighted average number of shares in issue during the year (2006: 3,328,000,000 and 2005: 3,328,000,000). Diluted earnings per share amounts for the years ended 31 December 2006 and 2005 have not been disclosed as no diluting events existed during those years.

MANAGEMENT DISCUSSION AND ANALYSIS OF RESULTS OF OPERATIONS AND FINANCIAL POSITION

(1) Analysis of Shipping Market During the Reporting Period

The Group is principally engaged in the cargo shipping business. Cargo shipping mainly consists of the shipment of oil and dry bulk cargoes (primarily coal) along the coastal regions of the PRC and internationally.

In 2006, the world economy sustained a steady improvement and the scale of the world's shipping industry kept expanding. The PRC domestic economy also sustained a steady improvement and the gross domestic product ("GDP") growth rate was 10.7%, as compared with 2005.

In 2006, the shipping market for the foreign trade oil fluctuated significantly, and the shipping rates for the foreign trade oil decreased due to the further expansion of the international tanker fleet capacity. In 2006, the World Scale Index ("WSI") for the shipping route from the Middle East to Japan, being one of the freight rate indicators for very large crude oil carriers ("VLCCs"), averaged at 93 points, decreased by 7 points as compared with 2005. In 2006, the domestic market for coastal shipment of oil remained stable.

The international dry bulk cargo transportation market was expanding in the upward trend in 2006. The all-year average of the Baltic Dry Bulk Freight Rate Index (the "BDI") was 3,180 points, representing a decrease of 5.7% as compared with 2005. In 2006, the domestic market for the coastal shipment of coal remained stable, and the all-year average of the China Coastal Bulk Freight Index (the "CCBFI") was 1,345 points, representing an increase of 0.3% as compared with 2005.

In 2006, the oil prices in the world remained at a high level, which brought about high costs of the shipping enterprises. In light of such market conditions, the Group kept its core focus on oil shipments at domestic coastal thermal coal shipment, actively enhanced its cooperation with its major customers, and made adjustments to its operation strategies according to market circumstances. In addition, the Group continued to enhance overall control on various operational costs and maintained its operational efficiency.

(2) Analysis of the Principal Operations of the Group

During the Reporting Period, the Group's shipping volume increased steadily, and the shipping volume achieved by the Group was 177.58 billion seamountal miles, increasing by 11.1% as compared with 2005. The total revenue derived from shipment was Rmb9,574,912 million (after business tax), increasing by 12.4% as compared with 2005. The gross operating profit achieved by the Group was Rmb3,381 million, increasing by 0.6% as compared with 2005. The average gross margin rate of the Group was 35.5%, down 4.2 percentage points as compared with 2005. The net profit was Rmb2,759 million and the earnings per share was Rmb0.8266, representing an increase of 2.4% as compared with 2005.

An analysis of the principal operations in terms of products transported (Unit: Rmb'000) is set out as follows:

Sample	Revenue	Operating cost	Gross profit	Gross profit margin		Gross profit margin	
				2006 (%)	2005 (%)	2006 (%)	2005 (%)
Oil shipment	5,382,300	1,023,200	4,359,100	80.9	80.9	2,891	(44.7)
Coal shipment	3,412,900	1,279,100	2,133,800	62.5	62.5	9,778	(18.9)
Other dry bulk	780,712	207,379	573,333	73.4	73.4	—	—
Total	9,574,912	2,509,679	7,065,233	73.8	73.8	12,669	(8.7)

An analysis of the principal operations in terms of geographical regions (Rmb'000) is set out as follows:

Regions	Revenue	Increase/ (decrease) in revenue as compared with the same period last year	
		2006	2005
Domestic transportation	5,608,341	—	9.3%
International transportation	3,966,571	—	17.0%

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THE STANDARD

NOTICES N17



CHINA SHIPPING DEVELOPMENT COMPANY LIMITED

中海發展股份有限公司

(a joint stock limited company incorporated in the People's Republic of China with limited liability)

(Stock Code: 1138)

Resolutions Passed at the Second Meeting of the 2007 Supervisory Committee

The Supervisory Committee is pleased to announce that the second meeting of the 2007 Supervisory Committee was duly convened on 29 March 2007, during which the resolutions set out below were duly passed.

The supervisory committee (the "Supervisory Committee") of China Shipping Development Company Limited (the "Company") is pleased to announce that the second meeting (the "Meeting") of the 2007 Supervisory Committee was held on 29 March 2007, at 700 Dong Da Ming Road, Shanghai, the People's Republic of China ("PRC").

A quorum of supervisors was present throughout the Meeting. The Meeting was chaired by Mr. Kou Laiqi. The Meeting was duly convened in accordance with the relevant provisions of the PRC Company Law and the articles of association of the Company. Resolutions relating to approval of the following matters which were considered and duly passed at the Meeting, include, inter alia:

1. the 2006 report of the Supervisory Committee;
2. the 2006 audited financial report of the Company;
3. the proposed 2006 profit distribution plan of the Company; and
4. approve the nomination of Mr. Yan Zhichong ("Mr. Yan") for appointment as a supervisor, subject to the approval of the shareholders of the Company at a general meeting.

In accordance with the recommendation by China Shipping (Group) Company, the controlling shareholder of the Company, it was proposed that Mr. Yan be appointed as a supervisor of the Company.

In compliance with Rule 13.51(2) of the Listing Rules, the relevant details of Mr. Yan will be set out in the relevant notice of extraordinary general meeting of the Company.

The Supervisory Committee is of view that:

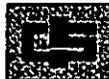
1. for the year ended 31 December 2006, the operation of the Company was in strict compliance with the PRC Company Law, the Company's articles of association and other applicable laws and regulations. The directors and the senior management of the Company have not contravened any PRC laws and regulations, and the Company's articles of association for discharging their respective duties; and
2. the connected transactions entered into by the Company or its subsidiaries were fair and reasonable, and under no circumstances were such transactions detrimental to the interests of the Company and its shareholders.

This announcement is made in compliance with the simultaneous dissemination of information requirement under Rule 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited. The Company's A shares are listed on the Shanghai Stock Exchange, and it has been requested by the Shanghai Stock Exchange to make an announcement similar to this announcement.

By order of the Supervisory Committee
China Shipping Development Company Limited
Kou Laiqi
Chairman of the Supervisory Committee

29 March 2007
Shanghai, the PRC

* At the date of this announcement, the Board of Directors of the Company is comprised of Mr. Li Shaode, Mr. Lin Jianqing, Mr. Wang Daxiong, Mr. Zhang Guofa, Mr. Mao Shiji and Mr. Wang Kunhe as executive directors, and Mr. Ma Xun, Mr. Xie Rong, Mr. Hu Honggao and Mr. Zhou Zhanqun as independent non-executive directors.



CHINA SHIPPING DEVELOPMENT COMPANY LIMITED

中海發展股份有限公司

(a joint stock limited company incorporated in The People's Republic of China with limited liability)

(Stock Code: 1138)

Resolutions Passed at the Sixth Board Meeting of 2007

The Board is pleased to announce that the sixth Board meeting of 2007 was duly convened on 29 March 2007, during which the resolutions set out below were duly passed.

The board (the "Board") of directors of China Shipping Development Company Limited (the "Company") is pleased to announce that the sixth Board meeting (the "Meeting") of 2007 was held on 29 March 2007 at 700 Dong Da Ming Road, Shanghai, the People's Republic of China ("PRC").

A quorum of directors of the Company was present at the Meeting. Members of the supervisory committee and senior management were also present at the Meeting. The Meeting was chaired by Mr. Li Shaode, chairman of the Company. The Meeting was duly convened in accordance with the relevant provisions of the PRC Company Law and the articles of association of the Company. Resolutions relating to approval of the following matters which were considered and duly passed at the Meeting, include, inter alia:

1. the 2006 audited financial report of the Company;
2. the proposed 2006 profit distribution plan of the Company;
3. the 2006 report of the Board;
4. the remuneration of the directors and supervisors of the Company for 2007;
5. the reappointment of Shanghai Zhonghua Huyn C.P.A. and Ernst & Young as the domestic and international auditors of the Company for 2007 respectively and to propose at the general meeting to authorize the Board to determine the auditors' remuneration for 2007;
6. Resolution regarding the special report on the use of proceeds from the previous share offering:

(i) Amount of proceeds from the previous share offering and fund availability time

Upon approval of Zhen Jian Pa Xing Zi [2001] Document No.113 issued by the China Securities Regulatory Commission, the Company issued additional 350 million A shares to the public through the Shanghai Stock Exchange at the price of RMB2.36 per share (a nominal value of RMB1 per share) on 13 May 2002. Total funds of RMB826,000,000 were raised through this additional issue. After deducting the placing expenses of RMB24,931,538, the actual funds raised amounted to RMB801,068,462. All funds were received on 17 May 2002 and were verified by the He Zhong Hui Zi (2002) Report No.0939 on the verification of capital issued by BDO Shanghai Zhonghua. On 21 June 2002, the Company received interests on the locked-up application funds amounting to RMB24,227,437.52, and together with the interest income, received total funds raised of RMB825,295,899.52.

(ii) The actual use of the proceeds from the previous share offering

As at 31 December 2006, the Company has invested all proceeds from the previous share offering in the "Acquisition of 20 Oil Tankers from Guangzhou Maritime Transport (Group) Co., Ltd. (廣州遠東輪船有限公司)" project which has already been completed.

7. Resolution regarding changing the accounting policy and accounting estimates following the implementation of the new "Enterprise Accounting Standards":

The Company will carry out the new Enterprise Accounting Standard issued by the Ministry of Finance of the PRC commencing from 1 January 2007. The Company will change the accounting estimation of the residual value of vessels from 4% of the original value of the vessel to an estimate disposal price of scrap steel vessels in accordance with the new Enterprise Accounting Standards.

8. Construction of 12 new 57,300-tonne bulk carriers. For details, please refer to the announcement on connected transactions published on the same day;

9. Sale of the "Polaris" vessel to Times Shipping:

The bulk carrier "Polaris" (the "Bulk Carrier") owned by the Company is one of the 42 bulk carriers purchased from the controlling shareholder China Shipping (Group) Company and its subsidiaries at a purchasing price of RMB65,533,700 at the end of 2006. The vessel was built in July 1986 and has a tonnage of 27,300 tonnes. In view of the strategic cooperation between the Company and the Huaneng Group, to solve the problem of tense transport capability in Bohai Bay, and ensure safe production at Huaneng's power plants in the northeast region, the Board agreed to sell the "Polaris" vessel to Shanghai Times Shipping Co., Ltd., a jointly-controlled company in which the Company and the Huaneng Group each owns a 50% stake, at the price of RMB99,654,438.

Valued by China Tong Cheng (中國通誠評估有限公司), a qualified valuer in China, on the valuation basis date of 31 January 2007, the "Polaris" vessel had an original carrying value of RMB65,533,662, a net carrying value of RMB65,533,662, an asset valuation of RMB99,654,438, with the asset valuation exceeding the carrying value by RMB34,100,776.

10. To approve Mr. Yao Zuozhi to resign as non-executive director of the Company; and

11. To amend the "Articles of Association" of the Company

To enhance the supervisory function of the Supervisory Committee, the Board has agreed to change Article 133 of the "Articles of Association" from "The Supervisory Committee consists of three members and chaired by one of them" to "The Supervisory Committee consists of three to five members and chaired by one of them".

This announcement is made in compliance with the simultaneous dissemination of information requirement under Rule 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited. The Company's A shares are listed on the Shanghai Stock Exchange, and it has been requested by the Shanghai Stock Exchange to make an announcement similar to this announcement.

By order of the Board
Li Shaode
Chairman

29 March 2007
Shanghai, the PRC

As at the date of this announcement, the Board of Directors of the Company is comprised of Mr. Li Shaode, Mr. Liu Jiangang, Mr. Wang Daxiong, Mr. Zhen Guofa, Mr. Mao Shiji and Mr. Wang Kunke as executive directors, Mr. Ma Xun, Mr. Xia Rong, Mr. Hu Hongqun and Mr. Zhou Zhanqun as independent non-executive directors.

The Stock Exchange of Hong Kong Limited takes no responsibility for the contents of this announcement, makes no representation as to its accuracy or completeness and expressly disclaims any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



CHINA SHIPPING DEVELOPMENT COMPANY LIMITED

中海發展股份有限公司

(a joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock Code: 1138)

CONNECTED AND MAJOR TRANSACTION CONSTRUCTION OF NEW VESSELS

On 29 March, 2007 after trading hours of the Stock Exchange, the Company entered into the Agreements with the Vendors for the construction of 12 Bulk Carriers each of 57,300 dead weight tons for the transportation of bulk cargo. The total consideration for the construction of the Bulk Carriers is approximately RMB53,274,200,000 (equivalent to approximately HK\$3,307,272,727).

Since China Shipping is the controlling shareholder of the Company, the transactions contemplated under the Agreements are connected transactions for the Company under the Listing Rules and are subject to the approval of the Independent Shareholders at the AGM. The entering into the Agreements will also constitute a major transaction for the purpose of the Listing Rules by way of aggregation with the agreements for the construction of 2 oil tankers of 46,000 dead weight tons each from the Vendors as published in the Company's announcement dated 16 February 2007. A circular, as well as a notice convening the AGM will be despatched to the holders of H shares of the Company in due course.

The Agreement

On 29 March, 2007 after trading hours of the Stock Exchange, the Company entered into the Agreements with the Vendors for the construction of 12 Bulk Carriers each of 57,300 dead weight tons for the transportation of bulk cargo. The total consideration for the construction of the Bulk Carriers is approximately RMB53,274,200,000 (equivalent to approximately HK\$3,307,272,727). The consideration is determined by reference to the market price for the past 6 months of bulk carriers of tonnage between 50,000 dead weight tons and 70,000 dead weight tons with similar specifications.

To the best of the Directors' knowledge, information and belief having made all reasonable enquiries, each of the Vendors is a wholly-owned subsidiary of China Shipping. Since China Shipping is the controlling shareholder of the Company, the transactions contemplated under the Agreements are connected transactions for the Company under the Listing Rules and are subject to the approval of the Independent Shareholders at the AGM. The entering into the Agreements will also constitute a major transaction for the purpose of the Listing Rules by way of aggregation with the agreements for the construction of 2 oil tankers of 46,000 dead weight tons each from the Vendors as published in the Company's announcement dated 16 February 2007.

The Directors consider that the terms of the Agreements are determined on an arm's length basis, on normal commercial terms and fair and reasonable and in the interests of the Company and the Shareholders as a whole.

Terms of the Agreements

The price of the Bulk Carriers will be payable in RMB. Relevant payments under each of the Agreements will be payable in 5 instalments at various stages of the construction of the relevant bulk carrier:

- (i) for the first instalment, to pay 20% of the price within 10 business days upon receipt of the Vendors' payment demand and valid receipt after the Agreements become effective;
- (ii) for the second instalment, to pay 20% of the price within 5 business days of the date on which the Vendors' payment demand and valid receipt has been received by the Company, and that the Company has signed the certificate for commencement of work;
- (iii) for the third instalment to pay 20% of the price within 5 business days of the date on which the Company received payment demand and valid receipt from the Vendors and the Company has signed a construction loading permit;
- (iv) for the fourth instalment to pay 20% of the price within 5 business days of the date on which the Company received payment demand and valid receipt from the Vendors and the Company has signed a sea loading certificate; and
- (v) for the final instalment to pay 20% of the price within 5 business days of the date on which the Vendors and the Company signed all documents in relation to delivery of the relevant vessel and the Company receiving a valid receipt from the Vendors.

The expected delivery dates for each of the Bulk Carriers are on or before 31 December 2008, 30 January 2009, 30 May 2009, 30 June 2009, 30 December 2009, 15 February 2010, 15 May 2010, 15 September 2010, 30 September 2010, 30 October 2010, 28 February 2011 and 30 March 2011 respectively. As of the date of this announcement, the Company has 139 bulk carriers, totalling approximately 4,880,000 dead weight tons. As such, upon completion of the construction of the 12 Bulk Carriers, the Company is expected to have a total of 151 bulk carriers, totalling approximately 5,367,600 dead weight tons.

The financing by way of bank borrowings is expected to increase the Company's level of borrowings. Taking into account the Company's capital and shareholders' base, the Company considers that bank borrowing is the best means of financing for the construction of the Bulk Carriers. The Directors believe that in light of the Company's fleet expansion plan, it is fair and reasonable and in the interest of the Company and the Shareholders as a whole to finance the transaction with such bank borrowings.

Each of the Agreements provides that there will be no adjustment in the price of the relevant Bulk Carrier if the delivery is delayed for a period not exceeding 60 days. If the delay exceeds 60 days but does not exceed 210 days, there will be a reduction in the price of the relevant Bulk Carrier based on a daily reduction of RMB548,000. If the delay exceeds 210 days, the Company has the right to cancel the relevant Agreement and the Vendors will return all previous payments by the Company together with interest. Delay will be permitted on account of force majeure event.

There will be other adjustments in price of the relevant Bulk Carrier if its performance (such as speed, fuel consumption rate, tonnage) exceeds or falls below certain agreed criteria.

The Agreements are conditional upon the approval of the Independent Shareholders at the AGM.

Financing Terms

The construction of the Bulk Carriers will be funded by the Company as to approximately 80% of the price by bank borrowings (i.e. approximately RMB2,619,360,000) and approximately 20% of the price by cash (i.e. approximately RMB654,840,000).

Information about the Group and China Shipping

The business scope of the Group includes: coastal, ocean and Yangtze River cargo transportation, container transportation, oil transportation, chartering, cargo agency and cargo transportation agency.

The business scope of China Shipping includes import and export business, trading, coastal and ocean cargo transportation, dry bulk cargo transportation, supply of food for vessels, management of docks and other services in relation to the above. Each of the Vendors is in the business of shipbuilding and repairing.

Reasons for entering into the Agreements

The Directors are optimistic of the demand in the domestic coal transportation market and the international bulk cargo delivery market and its persistent growth in the coming years. The Directors are of the view that the construction and ownership of the Bulk Carriers will enable the Group to take advantage of the business opportunities in the shipping market, enjoy economies of scale, optimize its overall route arrangements and improve its operating efficiency and profitability, so as to increase its market share in the domestic coal transportation.

Since China Shipping is the controlling shareholder of the Company, the transactions contemplated under the Agreements are connected transactions for the Company under the Listing Rules and are subject to the approval of the Independent Shareholders at the AGM. China Shipping, the controlling shareholder of the Company, and its associates will abstain from voting on the Agreements at the AGM.

The Independent Board Committee has been appointed to advise the Independent Shareholders as to whether the terms of the transaction contemplated under the Agreements are fair and reasonable and whether they are in the interests of the Company and its Shareholders as a whole. An independent financial advisor will be appointed to advise the Independent Board Committee and the Independent Shareholders as to whether or not the terms of the Agreements are on normal commercial terms, in the ordinary and usual course of business and fair and reasonable so far as the Independent Shareholders are concerned and are in the interest of the Company and the Shareholders as a whole.

A circular containing, among other things, details of the transactions under the Agreements, a letter from the Independent Board Committee with its recommendation to the Independent Shareholders, a letter from the independent financial advisor containing its advice to the Independent Board Committee and the Independent Shareholders, as well as a notice convening the AGM will be despatched to the holders of H shares of the Company in due course.

Definitions

In this announcement, unless the context otherwise requires, the following terms shall have the following meanings:

"AGM"	annual general meeting of the shareholders to be convened by the Company to consider and, if thought fit, to approve (amongst other things) the Agreements
"Agreements"	twelve agreements all dated 29 March, 2007, each of which is entered into between the Vendors and the Company for the construction of one Bulk Carrier (for a total of twelve Bulk Carriers) for the transportation of bulk cargo
"Bulk Carriers"	the bulk carrier(s) to be constructed pursuant to the Agreements
"China Shipping"	中國國際(集團)有限公司 (China Shipping (Group) Company*), a PRC state-owned enterprise and the controlling shareholder of the Company, currently holding 47.46% of the registered capital of the Company
"Company"	China Shipping Development Company Limited (中海發展股份有限公司), a joint stock limited company established in the PRC, the H shares of which are listed on the Stock Exchange
"Directors"	directors of the Company
"Group"	the Company and its subsidiaries
"H Shares"	H shares of par value RMB1.00 each in the share capital of the Company, being overseas listed foreign invested shares
"HK\$"	Hong Kong dollars, the lawful currency of the Hong Kong Special Administrative Region of the PRC
"Independent Shareholder(s)"	the Shareholders other than China Shipping and its associates (as defined in the Listing Rules)
"Listing Rules"	the Rules Governing the Listing of Securities on the Stock Exchange
"PRC"	The People's Republic of China
"RMB"	Renminbi Yuan, the lawful currency of the PRC
"Shareholder(s)"	holders of share(s) of the Company
"Stock Exchange"	The Stock Exchange of Hong Kong Limited
"Vendors"	中國工業有限公司 (China Shipping Industrial Co., Ltd.*) and 中興工業(江蘇)有限公司 (China Shipping Industrial (Jiangsu) Co., Ltd.*)

By Order of the Board of Directors
China Shipping Development Company Limited
Yao Qiaohong
Company Secretary

Shanghai, the People's Republic of China

29 March 2007

The exchange rate adopted in this announcement for illustration purpose only is HK\$1.00 = RMB\$0.99.

As at the date of this announcement, the Board of Directors of the Company comprises of Mr. Li Shunde, Mr. Liu Jianping, Mr. Wang Daizhong, Mr. Zhang Guofu, Mr. Shen Shijie and Mr. Xiao Kanke as executive Directors, Mr. Ma Xian, Mr. Xie Rong, Mr. Xu Hongqun and Mr. Zhou Zhongqun as independent non-executive Directors.

* For identification purpose only

END